

Message: RE: AFL QER and April Invoice

✉ RE: AFL QER and April Invoice

From Kraft, Emily **Date** Friday, April 14, 2017 4:31 PM
To 'Carrie Hoelscher'
Cc 'Marsha Middleton'; Benne, Joy

 **image002.jpg** (3 Kb HTML)  **image003.png** (7 Kb HTML)

Hi Carrie,

I recognize that the way administrative costs are covered under the new contract is different and is no longer a flat percent of the service costs like it used to be. The QER allows you to claim and be paid for all direct administrative costs, as well as an additional 10% of your “modified total direct cost” as indirect administrative costs. The amount you spend on participant services is not a part of that administrative cost calculation. If it helps, here is the section of federal rules that explains how the “Modified Total Direct Cost” is calculated.

§200.68 Modified Total Direct Cost (MTDC).

MTDC means all direct salaries and wages, applicable fringe benefits, materials and supplies, services, travel, and up to the first \$25,000 of each subaward (regardless of the period of performance of the subawards under the award). MTDC excludes equipment, capital expenditures, charges for patient care, rental costs, tuition remission, scholarships and fellowships, participant support costs and the portion of each subaward in excess of \$25,000. Other items may only be excluded when necessary to avoid a serious inequity in the distribution of indirect costs, and with the approval of the cognizant agency for indirect costs.

[79 FR 75880, Dec. 19, 2014]

I will send your QER over to Joy for review, and let you know if there are any revisions that need to be made. As always, if you have any further questions, please let me (or Joy) know.

Thanks,

Emily Kraft

*Alternatives to Abortion Program Manager
Truman Building, Room 430
Jefferson City, MO 65102
Phone: (573) 522-0003*

From: Carrie Hoelscher [mailto:carrie@allianceforlifemissouri.com]
Sent: Thursday, April 13, 2017 3:42 PM
To: Kraft, Emily
Subject: AFL QER and April Invoice

Emily,

Attached is our 1st Quarter QER and April Invoice. In light of needing to wait until the 3rd of April to receive all of our subcontractor's March totals and then doing our normal checks and balances with them and verifying all is correct, I am getting these two forms to you as soon as I possibly could.

I would like to let you know though that although Marsha signed both, in order to meet the April 15th deadline, we do not agree with the QER and the dollar amount it calculated for our "Revenue Request". The QER is only calculating that the states pays us the 10% admin fee on Direct Administrative Costs, rather than Direct Administrative Costs AND Participant Services. For February and March, we have spent \$192,177.85 plus 10% admin fee on what we've spent which totals \$19,217.79, coming up with a Revenue Request of \$211,395.64. The State has paid us \$194,439.40 of the \$211,395.64 and owes us \$16,956.24.

The way the QER is calculating, it is only paying us the 10% admin fee on Direct Administrative Costs, which only total \$87,156.05, only giving us \$8,715.61 in admin fees. With that figure, the QER is saying our Revenue Request is only \$200,893.46, and that the state only owes us \$6,454.06 for 1st quarter.

I left a message with Joy Benne today but didn't hear back and with tomorrow being a holiday, we're forced to turn this in as is, but we don't agree with the way the QER is calculating. We are closed on Monday for an Easter holiday, but will be back in the office Tuesday morning. If I'm not in, you or Joy can speak with Marsha.

Thank you for looking into this for us!

Carrie

Carrie Hoelscher
A2A Program Manager



Email 1

106 5th Ave. S, PO Box 65
Greenwood, MO 64034
Phone: 816-806-4168
Fax: 855-856-5240
www.allianceforlifemissouri.com

Our Vision: To unify and champion LIFE ministries.

*Our mission: To save and change lives through **Equipping** people, **Empowering** ministries, and **Engaging** communities toward a culture of LIFE.*



Find Us on FB

- <https://www.facebook.com/AFLmissouri>

